JOHN D. HEFFNER. PLLC 1920 N STREET, N.W. Surre 800 WASHINGTON, D.C. 20036 (202) 263-4180 FAX (202) 296-3939 i.heffner@verizon.net

218957

April 3, 2007

BY HAND

Hon. Vernon A. Williams, Secretary Surface Transportation Board 395 E Street, S.W. Washington, D.C. 20423

ORIGINAL

STB Finance Docket No. 35014, Suffolk & Southern Rail Road LLC - Sublease And Operation Exemption - Brookhaven Rail Terminal

Dear Mr. Williams:

On behalf of Suffolk & Southern Rail Road LLC, I am submitting an original and ten copies of a verified notice of exemption for the sublease and operation of a rail line pursuant to 49 U.S.C. 10901 and 49 CFR 1150.31. In addition, I am enclosing a check for \$1,500 to cover the filing fee and a copy of this filing on a disk formatted in MS Word.

stamp and return one copy of this letter.

Sincerely yours,

John D. Heffner

Counsel

AND .

Enclosures

cc: Mr. Andrew Faufmann
Mr. Gerard Drumm

FEE RECEIVED

APR - 3 2007

SURFACE TRANSPORTATION BOARD

218957

#### REFORE THE SURFACE TRANSPORTATION BOARD

STB FINANCE DOCKET NO. 35014 ORIGINAL

SUFFOLK & SOUTHERN RAIL ROAD LLC -- SUBLEASE AND OPERATION EXEMPTION --BROOKHAVEN RAIL TERMINAL



APR 3 - 2007



VERIFIED NOTICE OF EXEMPTION PURSUANT TO 49 U.S.C. 10901 and 49 CFR 1150.31

NOTICE OF SUBLEASE AND OPERATION OF RAIL LINE

ORIGINAL

Submitted By:

FEE RECEIVED

John D. Heffner John D. Heffner, PLLC 1920 N Street, N.W. TRANSPORTATION BOARD

Washington, D.C. 20036 (202) 263-4180

Counsel for Petitioner

Dated: April 3, 2007



#### BEFORE THE SURFACE TRANSPORTATION BOARD

STB FINANCE DOCKET NO. 35014

# SUFFOLK & SOUTHERN RAIL ROAD LLC -- SUBLEASE AND OPERATION EXEMPTION BROOKHAVEN RAIL TERMINAL



VERIFIED NOTICE OF EXEMPTION
PURSUANT TO 49 U.S.C. 10901 and 49 CFR 1150.31

MOTICE OF SUBLEASE AND OPERATION OF RAIL LINE

INFORMATION REQUIRED BY 49 CFR 1150,33

Name and Address of Applicant 49 CFR 1150.33(a)

Suffolk & Southern Rail Road LLC 485 Underhill Blvd., Suite 103 Syosset, NY 11791<sup>1</sup>

Applicant's Representative 49 CFR 1150.33(b)

Addresses of the sublessor and owner are as follows:

Sublessor: Custom Recycling LLC

45 South 4<sup>th</sup> Street, Bay shore, NY 11706

Owner/Lessor: Nicolia Realty LLC

P.O. Box 1065

West Babylon, NY 11704

John D. Heffner John D. Heffner, PLLC 1920 N Street, N.W. Suite 800 Washington, D.C. 20036 (202) 263-4180

#### Statement of Agreement(s)

49 CFR 1150.33(c)

Suffolk & Southern Rail Road LLC ("Suffolk") has reached an agreement for the sublease and operation of railroad trackage and facilities located at Yaphank, Suffolk County, NY, with Custom Recycling LLC, the current lessee of the property. Custom in turn leases these facilities from Nicolia Realty LLC, the owner. The sublease and operation transaction involves the use of approximately 1280 feet of track. The tracks do not have any mileposts.

Suffolk plans to close this transaction and commence operations after all applicable notice periods have run, more than 30 days from the date of filing this notice, or on or about May 3, 2007.

## Operator of the Property

49 CFR 1150.33(d)

In all cases anticipated by this Notice, and as described in the transaction summary provided below, Suffolk will hold itself out to provide common carrier rail freight service over the subject rail facilities.

#### Brief Summary of Transaction 49 CFR 1150.33(e)

This exemption involves the sublease and common carrier operation of certain trackage by a new class III short line railroad [Suffolk]. As a result of this transaction, Suffolk will furnish service currently provided by the New York & Atlantic Railway, an existing class III short line railroad, over industry trackage. Initially Suffolk will serve one principal shipper, Pratt Brothers Contracting, Inc., an affiliate of Custom, which currently uses this trackage for an existing traffic movement of inbound stone that originates at a quarry near Albany and is loaded onto trucks for movement to the ultimate customers. The parties to this transaction have decided seek operating authority under the ICC Termination Act in order to obtain railroad rehabilitation funding from the New York State Department of Transportation. Rather than provide service in its own right, Suffolk anticipates engaging an existing short line railroad to provide the service and that carrier will file a notice of exemption before commencing Service.

## Map 49 CFR 1150.33(f)

An aerial photograph depicting the railroad trackage to be subleased and operated is attached as Exhibit A-1 and a map showing the general location of this trackage is attached as Exhibit A-2.

#### Certificate of Carrier Classification 49 CFR 1150.33(g)

Suffolk certifies that, with this acquisition, its projected annual revenues will be less than \$5,000,000 annually. A certificate complying with the provisions of 49 CFR 1150.33(g) is attached as Exhibit B to this notice.

#### Labor Protection

Under 49 U.S.C. 10901 the imposition of labor protective conditions is discretionary. Suffolk requests that no conditions be imposed as there are no employees who will be adversely affected.

#### Caption Summary 49 CFR 1150,34

A caption summary in the prescribed form is attached as Exhibit C to this Notice.

### Environmental and Historic Preservation Data 49 CFR 1105

Pursuant to 49 CFR 1105.6(c)(2), the proposed transaction is exempt from environmental review under 49 CFR 1105(c)(2)(1), because the actions proposed herein will not cause any operating changes that exceed the thresholds established in 1105.7(e)(4) or (5).

In addition, this transaction is exempt from historic review under 1105.8(b)(1). Under this section, a sale, lease or transfer of a rail line is exempt if rail operations will continue. Further Board approval is required for the parties to

abandon service, and there are no plans to dispose of or alter the properties subject to Board jurisdiction.

Respectfully submitted,

John D. Heffner
John D. Heffner, PLLC
1920 N Street, N.W.
Suite 800
Washington, D.C. 20036
(202) 263-4180

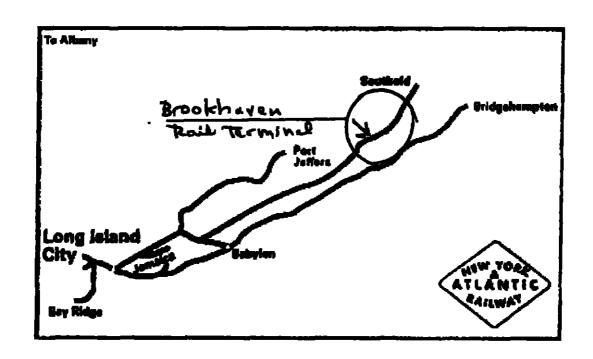
Counsel for Petitioner

Dated: April 3, 2007

# **EXHIBIT A-1**



# **EXHIBIT A-2**



I

# **EXHIBIT B**

#### CERTIFICATION

I, Andrew Kaufman, an officer of Suffolk & Southern
Rail Road LLC ("Suffolk") hereby certify under penalty of perjury
that the projected annual railroad operating revenues of Suffolk,
in the aggregate, will not exceed \$5,000,000, and that Suffolk
will be a Class III rail carrier as set forth at 49 CFR 1201 (11) (a). Further, I certify that I am qualified and authorized to
make this certification on behalf of Suffolk.

Signature

#### BEFORE THE SURFACE TRANSPORTATION BOARD

STB FINANCE DOCKET NO. 35014

SUFFOLK & SOUTHERN RAIL ROAD LLC
-- SUBLEASE AND OPERATION EXEMPTION -BROOKHAVEN RAIL TERMINAL

VERIFIED NOTICE OF EXEMPTION
PURSUANT TO 49 U.S.C. 10901 and 49 CFR 1150.31

NOTICE OF ACQUISITION AND OPERATION OF RAIL LINE INFORMATION REQUIRED BY 49 CFR 1150.31

Suffolk & Southern Rail Road LLC ("Suffolk"), a newly established noncarrier, has filed a Verified Notice of Exemption under 49 CFR 1150.31 to sublease and operate the following railroad line currently leased by Custom Recycling LLC ("Custom") from its owner, Nicolia Realty LLC. The subject rail lines consist of approximately 1280 feet of railroad located at Yaphank, Suffolk County, NY. The line does not have any mileposts.

Suffolk plans to consummate this transaction on or about 30 days from the date of filing this notice, approximately May 2, 2007.

This notice is filed under 49 C.F.R. 1150.31. If the notice contains false or misleading information, the exemption is void <u>ab initio</u>. Petitions to revoke the exemption under 49 U.S.C. 10502(d) may be filed at any time. The filing of a petition to revoke will not automatically stay the transaction.

An original and 10 copies of all pleadings, referring to STB Finance Docket No. 35014, must be filed with the Surface Transportation Board, Office of the Secretary, Case Control Branch, 395 E Street, S.W., Washington, D.C. 20423. In addition, a copy of each pleading must be served on:

John D. Heffner, Esq.
John D. Heffner, PLLC
1920 N Street, N.W.,
Suite 800
Washington, D.C., 20036
Telephone: (202) 263-4180

(seal)

Vernon A. Williams Secretary

#### VERIFICATION

STATE OF New York)
) SS
County OF Suffolk)

Andrew Kaufman, being duly sworn according to law, hereby deposes and states that he is authorized to make the Verification, has read the foregoing document, and knows the facts asserted therein are true and accurate as stated, to the best of his knowledge, information and belief.

Subscribed and sworn to before me, a Notary Public, in and for the County of Suffolk in the State of New York, this 29th day of March, 2007.

Notary Public

My Commission expires:

CARL SANDRECK

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